

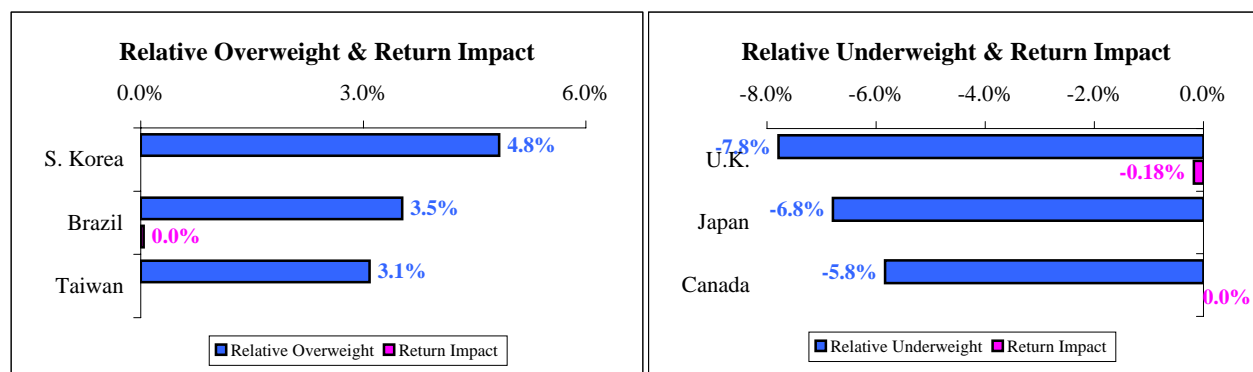
Total International Equity MSCI EAFE Benchmark

For the month of: August 2006

Performance Calculations	blue = outperform by 50 bp; red = underperform by 50 bp (* Annualized)				
	Last Month	Last 3 Months	Last 1 Year	Last 3 Years*	Last 5 Years*
Total International Equity	3.0%	3.8%	24.7%	24.2%	13.5%
Total Intl Equity ex Pareto	3.0%	3.7%	24.6%	24.6%	13.8%
MSCI EAFE (Net Dividends)	2.7%	3.8%	24.3%	23.5%	11.8%
Mondrian (MSCI EAFE)	3.3%	6.5%	22.8%	n/a	n/a
Rowe Price (FTSE)	2.9%	2.6%	19.8%	19.5%	9.8%
Bernstein (MSCI EMF)	2.1%	1.6%	26.0%	n/a	n/a
Genesis (MSCI EMF)	3.7%	4.5%	30.7%	35.1%	28.1%
MSCI EMF (Gross)	2.6%	3.9%	31.0%	31.0%	24.4%

Country Allocation Summary:

Over-weight Countries	Total Intl Unhedged	MSCI ACW ex U.S.	Under-weight Countries	Total Intl Unhedged	MSCI ACW ex U.S.
S. Korea	7.2%	2.4%	U.K.	11.8%	19.6%
Brazil	5.0%	1.5%	Japan	12.6%	19.4%
Taiwan	4.8%	1.7%	Canada	0.6%	6.4%

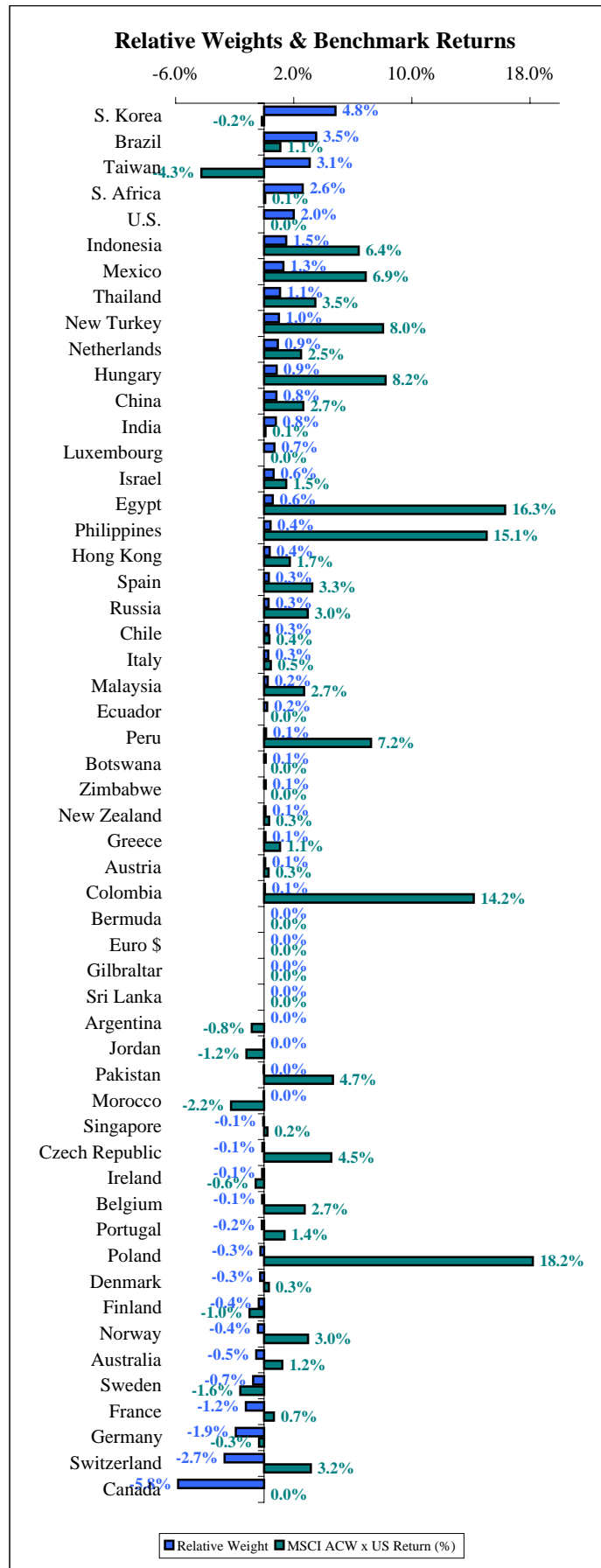


Performance Commentary:

During the month, the Total International Equity portion of the portfolio exceeded the MSCI EAFE index return of 2.7%. Between our developed market managers, Mondrian once again added value, generating a return of 3.3%, while Rowe Price also added value with a return of 2.9%. The emerging markets kept pace with the developed markets, with the MSCI EMF return of 2.6% for the month. Genesis generated a return of 3.7%, adding value over the MSCI EMF return, while Bernstein fell slightly behind with a return of 2.1%. The Total International Equity portion of the portfolio remains ahead of the MSCI EAFE benchmark for all longer time periods.

Total International Equity

Country Allocations versus MSCI ACW ex U.S. Benchmark



Top 10 Country Allocations by \$ Invested

Country	PERSI Alloc (\$m)	Relative Weight
Japan	\$ 199.58	-6.79%
U.K.	\$ 186.69	-7.79%
S. Korea	\$ 113.40	4.83%
France	\$ 104.77	-1.23%
Brazil	\$ 78.95	3.52%
Taiwan	\$ 76.44	3.08%
S. Africa	\$ 59.99	2.62%
Australia	\$ 58.03	-0.54%
Germany	\$ 57.44	-1.92%
Netherlands	\$ 56.76	0.92%

Top 10 Allocations - Return Impact

